ORIGINAL





RECEIVED

2014 APR - 1 P 3: 07

Mail Station 9704 PO Box 53999 Phoenix, Arizona 85072-3999

caciai ana state compilante

Arizona Corporation Commission 602-250-5671

April 1, 2014

AZ CORP COMMISSION BOCKET CONTROL DOCKETED

APR - 1 2014

Docket Control Arizona Corporation Commission 1200 W. Washington Phoenix, AZ 85007

DOCKETED BY

RE:

Arizona Public Service Company's 2013 Demand Side Management

Implementation Plan

Docket No. E-01345A-12-0224

Pursuant to Commission Decision No. 74406:

Arizona Public Service Company may, upon providing 30-day advance notice to the Commission, reduce incentive levels in order to more effectively manage program spending or respond to market conditions.

Arizona Public Service Company ("APS") provides this 30-day notice that it intends to reduce incentive levels for compact fluorescent lamps, variable speed pool pumps, and residential new construction (tier one incentive) effective May 1, 2014.

Changes to Measure Incentive Levels

Measure	Current Incentive	Revised Incentive
Consumer Products Pro	gram	
Compact Fluorescent Lamps	\$1.30/bulb	\$0.80/bulb
Variable Speed Pool Pumps	\$270/unit	\$220/unit
Residential New Constr	uction Program	
Tier One Incentive	\$1,050/home	\$650/home

Compact Florescent Lamps ("CFL")

The CFL incentive is being reduced from \$1.30/bulb to \$0.80/bulb because the retail cost of CFLs has recently dropped substantially.

Variable-Speed Pool Pumps

The variable-speed pool pump rebate is being reduced from \$270/unit to \$220/unit to allow for increased participation within the existing budget and to align the rebate with the SRP variable-speed pool pump rebate.

Docket Control 2013 DSM Implementation Plan April 1, 2014 Page 2 of 2

Tier One Residential New Construction Incentive

The tier one residential new construction incentive is being reduced from \$1,050/home to \$650/home to allow for greater participation within the current incentive budget.

If you have any questions regarding this information, please contact Gregory Bernosky at (602)250-4849.

Sincerely,

Lisa Malagon

LM/cd

cc: Candrea Allen